

If Global Data protection Regulation marked a decisive moment in consumer data protection, MICA could point to responsible crypto management. Explain

Fluctuation of value of cryptocurrencies (Bitcoin lost half of its value in 30 days) strengthened government of India plan to bring legislation to "Regulate or Ban crypto"

However it can be ineffective without international collaboration because it is

seamless asset → transferred without physical mode, by Internet connection

→ Decentralized
→ Minned by few technocrats

European council's proposed Regulation of Markets in Crypto-Assets (MiCA)

is significant in crypto management

→ Regulate both crypto asset services & crypto asset issuers

→ Provides consumer protection, transparency, & governance standards

(please do not write anything Except the Question Number in this space)

UPSC

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All The Best

- regardless of Decentralised nature
- Banque crypto service providers accountability in case of loss of asset as it subjected to European market abuse regulations
 - Demarcates stablecoin from crypto assets & issuers are subjected to greater degree of compliance & disclosure
 - Issuers of stablecoin must maintain reserves to cover all claim of coin
- Ex- This provision would have prevented collapse of Terra USD stable coin

European councils technological regulations like General Data protection regulation (GDPR) are used as yardsticks while framing domestic laws similarly MICA shows way forward to regulate crypto assets